



**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.A. DEGREE EXAMINATION – ECONOMICS**

**FOURTH SEMESTER – APRIL 2013**

**EC 4504 - FISCAL ECONOMICS - I**

Date: 04/05/2013  
Time: 1:00 - 4:00

Dept. No.

Max. : 100 Marks

**PART – A**

**Answer any FIVE questions in about 75 words each:**

**(5 x 4 = 20 Marks)**

1. Briefly state the scope of Public Finance.
2. Explain the concept 'Maximum Social Advantage'.
3. List out the canons of public expenditure.
4. Explain Special Assessment.
5. Define Tax.
6. What is incidence of taxation?
7. Briefly explain the tools of fiscal policy?

**PART – B**

**Answer any FOUR questions in about 250 words each:**

**(4 X 10 = 40 Marks)**

8. Distinguish between Private finance and Public finance.
9. Examine the features of a good tax system.
10. Discuss various sources of non-tax revenue.
11. Examine the determinants of taxable capacity.
12. Explain the Modern theory of incidence of taxation.
13. Examine the incidence of Income tax.
14. Discuss the objectives of fiscal policy.

**PART – C**

**Answer any TWO questions in about 900 words each:**

**(2 X 20 = 40 Marks)**

15. What is Maximum Social Advantage? Explain the difficulties in its application.
16. Account for the rising public expenditure in India.
17. Analyse the effects of taxation.
18. Evaluate the pros and cons of direct and indirect taxation.

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